

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**SB 1438**

January 16, 2016

**SUMMARY OF BILL:** Requires the Treasurer to divest holdings of the Tennessee Consolidated Retirement System (TCRS) in companies that have substantial operations in Iran. Requires divestment to be completed within six months of identification on the quarterly report obtained from the United States Department of State. Prohibits civil, criminal, or administrative action against the state for any act done in accordance with this requirement.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- Investment Division staff will need to determine on a quarterly basis which companies have substantial current operations in Iran and whether the Tennessee Consolidated Retirement System (TCRS) has any holdings in those companies, divest any such funds, and find alternative investments.
- According to Treasury, there is no current cost associated with divesting any such funds from TCRS holdings.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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